

**OVERSIGHT BOARD TO THE SUCCESSOR AGENCY
TO THE DISSOLVED LYNWOOD REDEVELOPMENT AGENCY**

MINUTES

**WEDNESDAY, May 2, 2012
3:00 P.M.**

**COUNCIL CHAMBERS
LYNWOOD CITY HALL
11330 BULLIS ROAD, LYNWOOD, CA 90262**

1. CALL TO ORDER

The meeting was called to order at 3:09 p.m.

2. CERTIFICATION OF AGENDA POSTING BY CITY CLERK

Ms. Kristina Santana, Deputy City Clerk confirmed that the Agenda was posted correctly.

3. ROLL CALL OF BOARD MEMBERS

Board Members Present

Bruno Naulls
Sarah Magana Withers
Luis Valenzuela
Dr. Keith Curry
Michelle Banks-Ordone
Malcolm Bennett
Peter Wong (joined the meeting at 3:17 p.m.)

4. PLEDGE OF ALLEGIANCE

Chair Valenzuela led the Pledge of Allegiance

5. PRESENTATIONS

Board Members Banks-Ordone and Bennett provided a brief introduction of themselves. Chair Valenzuela also welcomed Roger Haley, City Manager.

PUBLIC ORAL COMMUNICATIONS

(Regarding Agenda Items Only)

There were no public comments.

NEW BUSINESS

6. ADOPTION OF A SECOND RECOGNIZED OBLIGATION PAYMENT SCHEDULE AND AMENDMENT TO THE FIRST RECOGNIZED OBLIGATION PAYMENT SCHEDULE (ROPS)

Lorry Hempe, City Staff, reported to the Board that the Department of Finance requested that the ROPS be in their suggested format which was different from the ROPS that were reviewed at the April 23, 2012 Board meeting. Ms. Hempe also refreshed the Board on the timeline and pertinent deadlines since the passing of ABX1 26.

(Board Member Wong arrived at 3:17 p.m.)

Board Member Naulls pointed out that the Line Item 59 on the July 1, 2012 to December 31, 2012 ROPS has an incorrect amount of \$350,000 in the "Total FY13 (Jul-12 to Jun13)" column. The correct amount should be \$323, 011 which matches the amount in the "Total Due During Fiscal Year (FY13)" Column. Staff was instructed to make the correction.

Board Member Bennett and Wong asked for clarification as to whether the amendments made to the first ROPS were just the formatting changes. Fred Galante, City Attorney, responded that there have also been changes to the dollar amounts on the ROPS and Ms. Hempe added that the Successor Agency has adopted the First and Second ROPS and is asking for the Boards approval as continues to go through the review process by the County and Department of Finance.

Board Member Banks-Ordone, requested a detailed description of the vendors and projects referenced in Line 57 "Bond Funded Projects" of the Second ROPS. Mr. Galante, City Attorney, provided an example, referencing Line 26 of the Second ROPS, stating that there has been extensive remediation on the project and the bond document lists all of the various improvements. Board Member Banks-Ordone requested to view the documents. She is also requesting that a categorized listing of administration and staffing and how the relationship to the projects. Additionally, Staff was instructed to breakdown the vendors/projects specifically for the bond funded projects.

Chair Valenzuela voiced concerns that legal counsel is something that the Board needs to consider and that a line item should be added to the ROPS for Legal Counsel. Board Member Withers recommended that a discussion on adding a line for Legal Counsel on the next ROPS be added to the next meeting agenda. Board Member Wong suggested that staff be directed to start the process on researching options for legal counsel for the Board.

Board Member Dr. Curry also suggested that an item be place on the next agenda to amend the first ROPS and that the Board should do research regarding legal counsel and then they can go back and amend the First ROPS. On Motion of Board Member Withers, seconded by Board Member Wong, the Board approved the Second ROPS and the First ROPS with the following amendments, directives, and vote:

1. Correct line item 59 in the First ROPS to reflect the Total FY13 (Jul-12 to Jun13) as being \$323, 011;
2. Instruct the Chair to certify the Cover Sheet for Exhibit A and B with his signature
3. Note that the approval of the First and Second ROPS by the Oversight Board is pending final review by the County, State Controller and Department of Finance.
4. Instruct the Staff to agendize a discussion item regarding legal counsel for Oversight Board on the May 24, 2012.

Ayes: Chair Valenzuela, Vice Chair Dr. Curry, Board Member Withers, Board Member Naulls, Board Member Wong, Board Member Banks-Ordone, Board Member Bennett

Noes: None

Abstentions: Board Member Withers for items related to Line Item 49 of the First ROPS, Board Member Naulls for all line items representing staffing costs in both ROPS, Board Member Bennett for items 21, 24, 29, and 30 in both ROPS and May 2, 2012, and Board Member Banks-Ordone for Line Item 57: Project Name: Bond Funded Projects and any items that may be a conflict of interest.

7. APPROVAL OF THE SUCCESSOR AGENCY PROPOSED ADMINISTRATIVE BUDGET FOR FY 2012-13

Lorry Hempe, staff member, provided a summary of the staff report regarding this item. Staff recommends an Administrative Budget of \$323, 011 for FY 2012-2013 which is a reduced amount from what staff estimates the actual costs would be. Staff also ensured that the 3% allowable funding cap for FY 2012-13 has not been exceeded. The current proposed budget is a bear minimum amount that does not include items such as rent and audit fees for the preparation of the ROPS. The staffing costs on the proposed Administrative Budget for FY 2012-2013 are related to administration only.

The Board suggested that the item be amended to include that the approval of

the Administrative Budget is pending the final review by the County and the State Department of Finance.

On Motion of Board Member Bennett, seconded by Board Member Wong the item was approved, as amended, with the following vote:

Ayes: Chair Valenzuela, Vice Chair Dr. Curry, Board Member Withers, Board Member Naulls, Board Member Wong, Board Member Banks-Ordone, Board Member Bennett

Noes: None

Abstentions: Board Member Withers for items related to Line Item 49 of the 1st ROPS and Board Member Naulls for all line items representing staffing costs.

OVERSIGHT BOARD ITEMS

There were none.

ADJOURNMENT

On motion of Chair Valenzuela, and by common consent, there being no objection, the meeting was adjourned at 4:10 p.m.

NEXT MEETING

The next regular meeting is scheduled for May 24, 2012 at 3:00 p.m. at Lynwood City Hall, Council Chambers, 11330 Bullis Road, City of Lynwood, California.